

## HEALTH MAINTENANCE ORGANIZATIONS

*Conferees* met to resolve the differences between the Senate- and House-passed versions of H.R. 9019, authorizing funds to extend and revise health maintenance organization programs, but did not reach final agreement thereon and recessed subject to call.

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Friday, July 23, 1976

## Senate

## Chamber Action

*Routine Proceedings, pages 23601-23644*

**Bills Introduced:** Seven bills were introduced, as follows: S. 3693-3699. Page 23606

**Bills Reported:** Reports were made as follows:

Conference report on H.R. 8800, authorizing funds for Federal programs of research, development, and demonstration designed to promote electric vehicle technologies (S. Rept. 94-1048);

H.R. 1762, a private relief bill (S. Rept. 94-1049);

S. Res. 488, waiving section 402(a) of the Congressional Budget Act of 1974 with respect to the consideration of H.R. 13359, to authorize loan funds for the Government of the Virgin Islands (S. Rept. 94-1050);

H.R. 1558, a private bill (S. Rept. 94-1051);

Supplemental report of Committee on Finance to accompany additional committee amendments (Long amendment No. 2082) to be proposed to H.R. 10612, tax reform bill, part II of S. Rept. 94-938. Page 23606

**Messages From the House:** Two messages were received from the House today. Pages 23605-23606

**Amendments Submitted for Printing:**

Pages 23611-23616

**Notices of Committee Hearings:**

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**Crime Control:** Senate continued consideration of S. 2212, authorizing funds through fiscal year 1981 for programs of the Law Enforcement Assistance Administration, agreeing to the following proposed amendments:

(1) By 61 yeas to 27 nays, Bayh amendment No. 2048, to require that 19.15 percent of the total appropriation of the Law Enforcement Assistance Administration be allocated for improvement of the juvenile justice system; Page 23644

(2) Stevens unprinted amendment No. 237, to allow at least one city in each of 21 States to apply directly for certain special emphasis discretionary grants notwithstanding regulations restricting such applications to cities of 250,000 population or above; Page 23666

(3) Durkin unprinted amendments Nos. 238, en bloc, making certain technical changes in Nunn unprinted

amendments Nos. 228, en bloc (agreed to on July 22), giving the States certain discretionary authority in establishing judicial planning agencies; and Page 23667

(4) Biden unprinted amendment No. 239, calling for State and local governments seeking funds under Part E to incorporate in their State plan minimum physical and service standards for their prisons. Page 23668

Pending when this bill was laid aside until Monday, July 26, was modified Morgan amendment No. 2060, authorizing \$10 million annually for three years to assist the States to establish antitrust enforcement facilities.

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Pages 23644-23675

**Tax Reform:** Senate continued consideration of H.R. 10612, proposed Tax Reform Act of 1976, taking action on amendments proposed thereto as follows:

Adopted:

(1) By unanimous vote of 82 yeas, Committee amendment No. 15, as amended, providing substitute language for title V, Tax Simplification in the Individual Income Tax (agreed to by voice vote on July 20, 1976);

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(2) By 77 yeas to 1 nay, Committee amendment No. 16, providing substitute language for title VI, Business Related Individual Income Tax Provisions (agreed to by voice vote on July 20, 1976);

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(3) By unanimous vote of 81 yeas, Committee amendment No. 17, providing substitute language for title VII, Accumulation Trusts (agreed to by voice vote on July 20, 1976);

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(4) Modified Hansen amendment No. 1873 (to title V), to include storage expenses as a part of moving expenses for those on active duty in the military acting under orders;

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(5) By unanimous vote of 76 yeas, Committee amendment No. 19, title IX, Small Business Provisions;

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(6) By unanimous vote of 74 yeas, Committee amendment No. 26, providing substitute language for title XVI, Real Estate Investment Trusts; and

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(7) By unanimous vote of 69 yeas, modified Hathaway amendment No. 2002 (to title VIII), calling for establishment of an Alcoholism Trust Fund.

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Pages 23675-23696

**Committee Authority To Sit:** Several committees and subcommittees were authorized to sit during sessions of the Senate on specified days next week and the following week.

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**Confirmations:** Senate confirmed the following nominations:

Robert C. Chase, of Virginia, to be a Deputy Director of the Community Services Administration; and

William A. Ingram, to be United States District judge for the northern district of California;

William W. Schwarzer, to be United States District judge for the northern district of California;

Cecil F. Poole, to be United States District judge for the northern district of California.

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**Nominations:** Senate received 20 Army nominations in the rank of General; and numerous nominations in the Navy.

Pages 23705-23706

**Record Votes:** Seven record votes were taken today (total—414).

Pages 23644, 23676, 23677, 23678, 23684, 23690

**Adjournment:** Senate met at 9 a.m. and adjourned at 5:50 p.m.

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## Committee Meetings

### TAX REFORM

**Committee on Finance:** Committee met to consider certain portions of the proposed Tax Reform Act of 1976 (H.R. 10612—currently under consideration by the Senate), and agreed to modify certain of its amendments by deleting from the bill (for consideration as possible future legislation) or to modify, as indicated, the following provisions previously agreed to as committee amendments but not yet acted on by the Senate:

Sec. 802, Refunds of unutilized investment tax credits [Instead, the committee would substitute a provision allowing taxpayers to apply carryforwards of the investment tax credit earned in prior years to the current year's tax liability before applying investment tax credits earned in the current year.]

Sec. 1021, Investment in U.S. property by controlled foreign corporations

Shipping profits of foreign corporations (Sec. 1024):

1024(b) Drilling rig service companies [the committee agreed to limit this provision to activities on the continental shelf of the country in which the owner of the vessel is organized and the vessel is registered.]

1024(c) Short-term charter income

1024(d) Investments in qualified shipping assets

Section 1025, limitation on definition of tax haven income for agricultural products [Transition rules deferred]

Sec. 1035(a), Transitional carryback of foreign taxes on oil and gas extraction income

Sec. 1035(b), Transitional rule for recapture of foreign oil-related losses

Sec. 1035(c), Definition of foreign oil-related income

(1) Public utility income

(2) Sale of stock in foreign corporation joining in consolidated return

Sec. 1035(e), Creditable taxes on oil payments where no economic interest exists [Instead, limit the provision's applicability to tax years beginning Jan. 1, 1977, and before]

Sec. 1042, Sales or exchanges giving rise to dividends

Sec. 1052(b), Western Hemisphere Trade Corporations: special transition rule

Sec. 1305, Prepublication expenses

Sec. 1307, Treatment of face amount certificates

Sec. 1308, Income from lease of intangible property as personal holding company income [the provision will be modified]

Sec. 1211(b), Certain franchise transfers

Sec. 1507, Extension of study of salary reduction and cash or deferred profit-sharing plans [one-year extension instead of two]

Sec. 2001, Residential insulation credit [clock thermostat provision to be deferred]

### EXPORT REORGANIZATION

**Committee on Foreign Relations:** Committee resumed hearings on S. 1439, to reorganize certain export functions of the Federal Government, receiving testimony from Fred C. Ikle, Director, Arms Control and Disarmament Agency.

Hearings were recessed subject to call.

### TOCKS ISLAND

**Committee on Public Works:** Subcommittee on Water Resources began hearings on S. 3106, to terminate the authorization for the Tocks Island Reservoir project as part of the Delaware River Basin project, Pennsylvania, New Jersey, and New York, receiving testimony from Senator Case; Representatives Edgar, Fenwick, Thompson, and Gilman; Maj. Gen. Ernest Graves, Director of Civil Works, Army Corps of Engineers; Gary E. Everhardt, Director, National Park Service, Department of the Interior; Dr. Maurice K. Goddard, representing Governor Milton J. Shapp of Pennsylvania, Harrisburg; Tom Eichler, representing Governor Hugh L. Carey of New York, Albany; James W. Wright, representing Governor Sherman Tribbitt of Delaware, Dover; and Joseph V. Radziul, representing Carmen F. Guarino, Philadelphia Water Department.

Hearings continue on Monday, July 26.

### VETERANS' COMPENSATION

**Committee on Veterans' Affairs:** Subcommittee on Compensation and Pensions held hearings on S. 3596 and H.R. 14299, to increase the rates of disability compensation for disabled veterans and rates of dependency and indemnity compensation for their survivors, receiving testimony from A. J. Bochicchio, Deputy Chief, Benefits Sections, Veterans' Administration; Mylio S. Kraza and Edward H. Golembieski, American Legion; Robert A. Sniffen, AMVETS; William B. Gardiner, Disabled American Veterans; and Donald Schwab, Veterans of Foreign Wars, all of Washington, D.C.

Hearings were recessed subject to call.

## House of Representatives

### Chamber Action

The House was not in session today. Its next meeting will be held at noon on Monday, July 26.



## Committee Meetings

### FEDERAL WORKERS' COMPENSATION PROGRAMS

*Committee on Government Operations:* Subcommittee on Manpower and Housing continued hearings on Federal workers' compensation programs. Testimony was heard from John C. Read, Employment Standards Administration, Department of Labor.

### OSCEOLA NATIONAL FOREST PHOSPHATE LEASES

*Committee on Interior and Insular Affairs:* Subcommittee on Mines and Mining held a hearing on H.R. 1682, to terminate any phosphate leases issued pursuant to the Mineral Leasing Act of February 25, 1920, as amended, and rights to such leases within the Osceola National Forest and to direct the Secretary of the Interior to take action with respect to same. Testimony was heard from Rexford A. Resler, Assistant Chief, Forest Service; Chris Farrand, Deputy Assistant Secretary of Interior; and public witnesses.

### SWINE FLU VACCINATION PROGRAM

*Committee on Interstate and Foreign Commerce:* Subcommittee on Health and the Environment held a hearing on the Swine Flu vaccination program with testimony from HEW and public witnesses.

### AMERICAN TELEPHONE AND TELEGRAPH COMPANY

*Committee on Interstate and Foreign Commerce:* Subcommittee on Oversight and Investigations held an oversight hearing on the American Telephone and Telegraph Company and heard testimony from AT&T officials.

### RURAL HOUSING

*Committee on the Judiciary:* Subcommittee on Civil and Constitutional Rights continued hearings on equal opportunity in rural housing. Testimony was heard from Frank B. Elliott, Administrator, Farmers Home Administration.

### SPECIAL PROSECUTOR ACT

*Committee on the Judiciary:* Subcommittee on Criminal Justice held a hearing on H.R. 14476, Special Prosecutor Act of 1976, and related bills. Testimony was heard from Representative Harrington, Attorney General Edward H. Levi, and William B. Spann, Jr., president-elect, American Bar Association.

### U.S. FLAG-MERCHANT MARINE

*Committee on Merchant Marine and Fisheries:* Subcommittee on Merchant Marine held a hearing on H.R. 14564, to provide for the regulation of rates or charges

by certain State-owned carriers in the foreign commerce of the United States. Testimony was heard from public witnesses.

### FEDERAL COUNCIL ON SCIENCE AND TECHNOLOGY

*Committee on Science and Technology:* Subcommittee on DISPA continued hearings on the role of the Federal Council on Science, Engineering and Technology. Testimony was heard from David Z. Beckler, National Academy of Sciences; Dr. Charles V. Kidd, Association of American Universities; and Dr. Lawrence Goldmuntz, President, Economics and Science Planning.

### LONG RANGE FINANCING

*Committee on Ways and Means:* Subcommittee on Social Security held a hearing on long-range financing of "decoupling" proposals. Testimony was heard from representatives of Chamber of Commerce of U.S.; National Council of Senior Citizens; National Association of Manufacturers; and American Association of Retired Persons/National Association of Retired Teachers. Hearings continue Monday, July 26.

Monday, July 26, 1976

## Senate

### Chamber Action

*Routine Proceedings, pages 23766-23803*

**Bills Introduced:** One bill and two resolutions were introduced, as follows: S. 3700; and S. Res. 492-493.

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#### Measures Passed:

**Virgin Islands Loan Fund:** Senate agreed to S. Res. 488, waiving section 402(a) of the Congressional Budget Act of 1974 with respect to the consideration of H.R. 13359, to authorize loan funds for the Government of the Virgin Islands.

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**Virgin Islands Loan Fund:** Senate passed with committee amendment and returned to the House H.R. 13359, to authorize loan funds for the Government of the Virgin Islands.

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**Private Bill:** Senate passed without amendment and cleared for the White House H.R. 7685, a private relief bill.

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**Crime Control:** By 87 yeas to 2 nays, Senate passed S. 2212, authorizing funds through fiscal year 1981 for programs of the Law Enforcement Assistance Administration, after agreeing to committee amendment in the